

LONE STAR BANK

	CPP Disbursement Date 02/06/2009	Cert 58324	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2012 \$ millions	2013 \$ millions	%chg from prev	
Assets	\$111	\$107	-3.1%	
Loans	\$90	\$80	-11.4%	
Construction & development	\$9	\$3	-65.3%	
Closed-end 1-4 family residential	\$21	\$22	7.4%	
Home equity	\$0	\$0		
Credit card	\$0	\$0		
Other consumer	\$0	\$0	-7.9%	
Commercial & Industrial	\$14	\$10	-29.9%	
Commercial real estate	\$44	\$42	-3.9%	
Unused commitments	\$5	\$5	1.3%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$2	\$1	-46.4%	
Asset-backed securities	\$0	\$0		
Other securities	\$0	\$1	0.6%	
Cash & balances due	\$12	\$22	83.9%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$0		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$0		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$100	\$97	-3.2%	
Deposits	\$94	\$91	-3.3%	
Total other borrowings	\$6	\$6	0.0%	
FHLB advances	\$6	\$6	0.0%	
Equity				
Equity capital at quarter end	\$11	\$10	-2.5%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$1	NA	
Performance Ratios				
Tier 1 leverage ratio	9.7%	9.8%	--	
Tier 1 risk based capital ratio	12.6%	14.4%	--	
Total risk based capital ratio	13.9%	15.6%	--	
Return on equity <sup>1</sup>	-2.2%	-6.3%	--	
Return on assets <sup>1</sup>	-0.2%	-0.6%	--	
Net interest margin <sup>1</sup>	3.6%	3.3%	--	
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}	38.1%	619.2%	--	
Loss provision to net charge-offs (qtr)	0.0%	0.0%	--	
Net charge-offs to average loans and leases <sup>1</sup>	0.5%	0.0%	--	
<sup>1</sup> Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2012	2013	2012	2013
Construction & development	33.7%	5.7%	0.4%	0.0%
Closed-end 1-4 family residential	0.0%	0.0%	0.0%	0.0%
Home equity	0.0%	0.0%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.0%	0.0%	0.0%	0.0%
Commercial & Industrial	1.4%	0.0%	0.8%	0.0%
Commercial real estate	0.0%	0.0%	0.0%	0.0%
Total loans	3.7%	0.2%	0.2%	0.0%